

Instructions for 2002 D-41

Getting started

- **You'll need** a copy of your completed 2002 federal Form 1041 and a calculator to complete this form.
- **You can copy many** line items directly from your 1041. Please be careful since the line numbers will differ from D-41 line numbers.
- **Not all items will apply to you.** Fill in only those that apply. If an amount is zero, leave it blank.
- **Round amounts** to the nearest dollar.

Example: \$10,500.50 rounds up to \$10,501
\$10,500.48 rounds down to \$10,500

Fiduciary information

Amended return *Fill in oval.*

To file an amended return, fill in the oval, complete the D-41 with the correct information, and attach a statement explaining the reason for the adjustment. If the Internal Revenue Service made an adjustment to your federal 1041, you must file an amended D-41 return within 90 days of receiving notice of the federal change.

Return type

Fill in the box that describes the entity for which you are filing.

Estate

An estate is the property and assets of a deceased person. It continues to exist until the final distribution of the assets is made to the beneficiaries.

Simple trust

A trust which requires that all income be distributed each year and not accumulated.

Complex trust

Any trust that does not qualify as a simple trust.

Trust type

Fill in the appropriate oval.

Testamentary (created by will)

A trust that is created by a will and comes into existence at the time of the creator's death.

Inter vivos (living)

A trust that comes into existence during the lifetime of the person who created it, often for a minor or someone who is unable to administer his or her own assets.

Income

Line 1 Federal total income

Enter the amount from your federal Form 1041, line 9.

Line 2 Additions to federal total income

This is income, if any, that is not taxed by the federal government and deductions not allowed by D.C. that you must add back in to your federal total income to figure your D.C. tax. **Complete Calculation A** below.

Line 4 Subtractions from federal total income

This is income, if any, that D.C. does not tax. You can subtract it from your federal total income. **Complete Calculation B** below.

Calculation A Additions to your federal total income

a Franchise tax deduction used to calculate business income or loss

That amount included in federal Form 1040 Schedule C, line 23.

b Franchise tax deduction used to calculate income from rental real estate, royalties, partnerships, trusts *That amount included in federal Form 1065, line 14 or federal Form 1041, line 11.*

c Deductions for an S corporation from Schedule K-1 of federal Form 1120S

That amount included in lines 8, 9, 10, 11, and 14a of Schedule K-1.

d Income distributions eligible for income averaging on your federal tax return from federal Form 4972, lines 6 and 8 *Add lines 6 and 8.*

e Total additions *Add lines a through d and enter on D-41, line 2.*

Calculation B Subtractions from your federal total income

a Amount of your taxable interest from U.S. Treasury bonds and other U.S. obligations

That amount included in your federal Form 1040 or 1040A, line 8a or 1040EZ, line 2.

See also your federal Form 1099INT, line 3.

b Taxable amount of social security and tier 1 railroad retirement income

From federal Form 1040, line 20b or 1040A, line 14b.

c Income reported and taxed on a D.C. franchise return

If the income on your federal Form 1040 included any income reported and taxed on a Form D-20 or D-30 (D.C. Franchise Tax Return), enter it here.

d Total subtractions *Add lines a through c and enter on D-41, line 4.*

Deductions and exemptions

Line 9 Other deductions

Add lines 12, 13, 14, 15a, 15b, and 19 of your federal Form 1041. These deductions include fiduciary fees; charitable deductions; attorney, accountant, and tax preparer fees; estate deductions, and other miscellaneous deductions.

Line 10 Exemptions

Enter \$1,370 for estate returns and \$100 for trust returns.

If you're filing an estate return and it covers less than a year, you must prorate the amount. Multiply the number of months during which the estate was active by \$114.17 and round to the nearest dollar.

To calculate the number of months the estate was active:

Divide the number of days the estate was active by 30. Any remainder over 15 days counts as a full month.

Example: 196 days divided by 30 = 7 months
(6 months plus a remainder of 16 days).

Line 14 Credit for taxes paid to other states

Add all tax amounts paid to other states that are deductible. To be deductible, the liability must be individual income tax paid to another state while a DC resident. Enter this on Line 14. Attach a copy of your federal Form 1041.

Additional trust or estate information

From side 2 of the form

Complete only one section. Provide additional information about the trust or estate you represent.

Signature

The fiduciary or the person authorized to represent the organization controlling the income of the estate or trust must sign the return. If the return was prepared by a paid preparer, he or she also must sign the return.

Attachment of the will or trust agreement and statement

You must attach a copy of the will or trust agreement to this return. You also must attach a statement explaining how the income of the estate or trust is taxable to the estate or trust, to its beneficiaries and to the grantor of the trust.

If you have filed these documents before, you do not need to file them again unless they are amended. Enter the date you originally filed the documents. If the documents are amended after a copy has been filed, a copy of the amendment must be filed with the return for the taxable year in which the amendment is made. A statement must also be filed explaining the effect of the change.



13 Tax on fiduciary income

If line 12 is over \$30,000

Amount from line 12

Subtract 30,000.

Multiply by 0.093.

Add 2,000.

Enter on line 13.

Round all amounts to the nearest dollar.
If amount is zero, leave the line blank.

18 \$.00

18 Total payments *Add lines 14 through 17.*

Subtract line 13 from line 18.

Subtract line 18 from line 13.

Attach check or money order payable to DC Treasurer. Write your social security number, federal employer identification number and "2002 D-41" on your payment.

Under penalties of law, I declare that I have examined this return and to the best of my knowledge it is correct.
Declaration of paid preparer other than taxpayer is based on all information available to the preparer.

Preparer's Federal ID, SSN, or PTIN

Zip

You do not need to refile these documents unless they have been amended.

Fill in if:

Date filed

Year of return

Washington, DC 20044-0441